DAVID Y. IGE Governor

JOSH GREEN Lt. Governor



PHYLLIS SHIMABUKURO-GEISER Chairperson, Board of Agriculture

MORRIS M. ATTA
Deputy to the Chairperson

#### State of Hawaii DEPARTMENT OF AGRICULTURE

1428 South King Street Honolulu, Hawaii 96814-2512 Phone: (808) 973-9600 FAX: (808) 973-9613

## TESTIMONY OF PHYLLIS SHIMABUKURO-GEISER CHAIRPERSON, BOARD OF AGRICULTURE

### BEFORE THE HOUSE COMMITTEE ON CONSUMER PROTECTION AND COMMERCE

MARCH 24, 2021 2:00 P.M. VIA VIDEOCONFERENCE

### SENATE BILL NO. 934 HD1 RELATING TO MEASUREMENT STANDARDS

Chairperson Johanson and Members of the Committee:

Thank you for the opportunity to testify on Senate Bill 934. This measure exempts hydrogen fuels from petroleum product measurement requirements. The Department supports the intent of this bill and offers comments.

The Department understands that hydrogen as a renewable fuel offers great promise in Hawaii. The Department currently does not have the technical skills and equipment to measure and certify hydrogen dispensers. Given that lack of regulatory oversight capacity at this time, the proposed amendment to HRS 486-52 exempting hydrogen from measurement standards relating to fuel would allow the Department to avoid the need to expand its staffing, training, and equipment resources beyond current levels. However, this may change in the future as the State continues to seek additional alternative energy sources and the science and technology underlying that effort evolves.

Thank you for the opportunity to testify on this measure.



## HAWAII STATE ENERGY OFFICE STATE OF HAWAII

DAVID Y. IGE GOVERNOR

SCOTT J. GLENN CHIEF ENERGY OFFICER

235 South Beretania Street, 5th Floor, Honolulu, Hawaii 96813 Mailing Address: P.O. Box 2359, Honolulu, Hawaii 96804 Telephone: Fax: Web: (808) 587-3807 (808) 586-2536 energy.hawaii.gov

## Testimony of SCOTT J. GLENN, Chief Energy Officer

### before the HOUSE COMMITTEE ON CONSUMER PROTECTION & COMMERCE

Wednesday, March 24, 2021 2:00 PM State Capitol, Conference Room 329 & Via Videoconference

# In SUPPORT of SB 934, HD1 RELATING TO MEASUREMENT STANDARDS.

Chair Johanson, Vice Chair Kitagawa, and Members of the Committee, the Hawaii State Energy Office (HSEO) supports SB 934, HD1, which would allow for the sale of hydrogen fuel and remove concerns or questions about potential resources, staffing, or equipment needed for the Department of Agriculture to regulate the sale of hydrogen fuel. This is the companion to House Bill 113, which HSEO also supported, and which passed both the EEP and CPC Committees, but which did not cross over to the Senate.

Hydrogen has an important role to play in Hawaii's energy portfolio, as a carbonfree energy storage mechanism, potential means of providing grid support, and provider of pollution-free fuel for both electricity and transportation.

Measures such as this one, that remove barriers to the commercial use of hydrogen, are supportive of the state's goal to achieve one hundred per cent renewable energy by 2045 and HSEO's mission to promote energy efficiency, renewable energy, and clean transportation to help achieve a resilient, clean energy, decarbonized economy.

Thank you for the opportunity to testify in support of SB 934, HD1.



DATE: March 23, 2021

TO: Representative Aaron Johanson

Chair, Committee on Consumer Protection and Commerce

FROM: Tiffany Yajima

S.B. 934, H.D.1 – Relating to Measurement Standards

Hearing Date: Wednesday, March 24, 2021 at 2:00 p.m.

**Conference Room: 329** 

Dear Chair Johanson, Vice Chair Kitagawa, and Members of the Committee on Consumer Protection and Commerce:

On behalf of the Alliance for Automotive Innovation ("Auto Innovators") we submit this testimony in **support** of S.B. 934, HD1.

The Alliance for Automotive Innovation is the singular, authoritative and respected voice of the automotive industry. Focused on creating a safe and transformative path for sustainable industry growth, the Alliance for Automotive Innovation represents the manufacturers producing nearly 99 percent of cars and light trucks sold in the U.S. Members include motor vehicle manufacturers, original equipment suppliers, technology, and other automotive-related companies and trade associations.

This measure amends HRS § 486-52 to exempt hydrogen fuel from measurement standards. The automotive industry has made and continues to make a significant investment in hydrogen as a feasible fuel for motor vehicles. Hydrogen is a clean alternative fuel and any barriers for market acceptance should be removed.

Thank you for the opportunity to submit testimony in support of this bill.



SERVCO PACIFIC INC. 2850 PUKOLOA ST. STE. 300 HONOLULU, HI 96819 USA

o. 808.564.1300f. 808.564.1393

SERVCO.COM

Representative Aaron Ling Johanson, Chair Representative Lisa Kitagawa, Vice Chair Committee on Consumer Protection & Commerce

RE: SB 934 HD1 - Relating to Measurement Standards – In Support, Request Amendment
March 24, 2021; Via Videoconference; 2:00 P.M.

Aloha Chair Johanson, Vice Chair Kitagawa and members of the committee:

Servco is in strong support of SB 934 HD1, which exempts hydrogen fuels from petroleum product measurement requirements.

The definition of fuel in the current law is broad and does not exclude hydrogen. Therefore, it implies that hydrogen must be sold on the basis of measure. There is currently no means for the State to measure and certify a hydrogen dispenser. The supporting infrastructure is not in place; technical expertise is needed and equipment needs to be imported. Servco's hydrogen fueling station in Mapunapuna was the first publicly accessible station in Hawaii.

SB 934 HD1 will help promote the development of more public hydrogen stations.

Thank you for the opportunity to submit comments in support of this measure. We ask for your favorable consideration in passing SB 934 HD1 with an amendment to correct the effective date to "take effect upon its approval".

Peter Dames Executive Vice President



Email: <a href="mailto:communications@ulupono.com">communications@ulupono.com</a>

### HOUSE COMMITTEE ON CONSUMER PROTECTION & COMMERCE Wednesday, March 24, 2021 — 2:00 p.m.

#### Ulupono Initiative supports SB 934 HD 1, Relating to Measurement Standards

Dear Chair Johanson and Members of the Committee:

My name is Micah Munekata, and I am the Director of Government Affairs at Ulupono Initiative. We are a Hawai'i-focused impact investment firm that strives to improve quality of life throughout the islands by helping our communities become more resilient and self-sufficient through locally produced food; renewable energy and clean transportation; and better management of freshwater and waste.

 ${f Ulupono}\ {f supports}\ {f SB}\ {f 934}\ {f HD}\ {f 1},$  which exempts hydrogen fuels from petroleum product measurement requirements.

Ulupono supports clean, alternative fuel transportation as ground transportation makes up a significant portion of Hawai'i's reliance on imported oil and the largest contributor to our State's greenhouse gas emissions. Allowing this bill's exemption will help enable hydrogen to be more broadly available, thereby advancing clean renewable ground transportation and provide immediate benefits to Hawai'i.

Thank you for this opportunity to testify.

Respectfully,

Micah Munekata Director of Government Affairs



#### **HOUSE COMMITTEE ON CONSUMER PROTECTION & COMMERCE**

March 24, 2021, 2:00 P.M. Video Conference

#### **TESTIMONY IN SUPPORT OF SB 934 HD1**

Aloha Chair Johanson, Vice Chair Kitagawa, and members of the Committee:

Blue Planet Foundation **supports SB 934 HD1**, which exempts hydrogen fuels from measurement requirements. The current measurement law may inadvertently include hydrogen fuels—even if the hydrogen is not developed from petroleum or hydrocarbon feedstocks. This measure will remove a potential barrier to broader deployment of green hydrogen fuels.

Green hydrogen, which is produced from renewable energy instead of petroleum, has the potential to become the "new oil" for Hawai'i, providing everything from long-term, dependable energy storage, to aviation fuel (the world's first hydrogen fuel-cell-powered flight for a commercial-size aircraft took place last September¹). The growth of green hydrogen projects globally has been remarkable over the past year, with energy market leaders like Shell, BP, Enel, Engie, Orsted and Equinor proposing projects, investments, and partnerships in low-carbon hydrogen. The green hydrogen project pipeline is now nine times larger than it was in October 2019.²

Just as with solar and battery storage, green hydrogen is set to play a substantive role in Hawai'i's overall energy mix, with its development likely to happen faster than anyone predicts. Senate Bill 934 will help unlock new possibilities in deployment of green hydrogen to support Hawai'i's 100% clean energy future.

Thank you for the opportunity to provide testimony.

<sup>&</sup>lt;sup>1</sup> https://www.cnn.com/travel/article/zeroavia-zero-emission-hydrogen-planes-spc-intl/index.html

<sup>&</sup>lt;sup>2</sup> "2050: The hydrogen possibility," Woods Mackenzie, January 29, 2021.



### Testimony to The Committee on Consumer Protection and Commerc

#### Wednesday, March 24, 2021 2:00 PM VIA Video Conference Conference Room 329, Hawaii State Capitol

#### SB 934 HD1

Chair Johanson, Vice Chair Kitagawa, and members of the committee,

Hawaii Gas <u>supports</u> SB 934 HD1, which exempts hydrogen fuels from petroleum product measurement requirements.

Hawaii Gas is a national leader in the transmission and distribution use of hydrogen in our clean energy mix, and it is our vision to continue to lead the gas industry in its ability to safely, affordably, and reliably increase the amount of this zero-emissions fuel source in our utility pipeline.

Beyond its use in our clean energy mix, hydrogen as a clean energy fuel is an essential element of the alternative fuel vehicle future, which is critical to meeting our 2045 clean energy goals. Hydrogen fuel cells for vehicles are a reality today, with Servco bringing them to Hawaii as an alternative to fossil fuel dependent vehicles.

New technology and R&D require a new look at all aspects of that technology, and this bill rightly recognizes that petroleum measurements simply don't apply to hydrogen. The promise of hydrogen as a fuel for alternative fuel vehicles brings together all stakeholders in this arena, who agree that a sufficient runway is needed to make this valuable fuel source widely available to consumers. Exempting hydrogen from petroleum measurements is a vital element of that runway.

We urge the committees to pass SB 934 HD1.

Thank you for the opportunity to testify.

LATE \*Testimony submitted late may not be considered by the Committee for decision making purposes.



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#### **Executive Officers**

Joe Carter, Coca-Cola Bottling of Hawaii, Chair
Charlie Gustafson, Tamura Super Market, Vice Chair
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Derek Kurisu, KTA Superstores, Advisor
Beau Oshiro, C&S Wholesale Grocers, Advisor
Toby Taniguchi, KTA Superstores, Advisor

TO:

Committee on Consumer Protection and Commerce

Rep. Aaron Ling Johanson, Chair Rep. Lisa Kitagawa, Vice Chair

FROM: HAWAII FOOD INDUSTRY ASSOCIATION

Lauren Zirbel, Executive Director

DATE: March 24, 2021

TIME: 2pm

PLACE: Via Videoconference

RE: SB934 HD1 Relating to Measurement Standards

Position: Support

The Hawaii Food Industry Association is comprised of two hundred member companies representing retailers, suppliers, producers, and distributors of food and beverage related products in the State of Hawaii.

We support this measure to exempt hydrogen fuel from petroleum product measurement requirements. Diversifying our fuel options can help make our energy sector more flexible and resilient. We thank you for the opportunity to testify.